# STATE OF HAWAII REQUEST FOR EXEMPTION FROM CHAPTER 103D, HRS

	STATE PROCUREMENT OF STATE OF HAWAII
TO: Chief Procurement Officer	
FROM: Department of Business, Economic Development & Touris (Department/Division/Agency)	<u>m</u>
Pursuant to § 103D-102(b)(4), HRS, and Chapter 3-120, HAR, the Department requests a propurchase the following:	curement exemption to
Description of goods, services, or construction:	
See attachment.	
	:
Hong Kong Business Association of Mawaii	ost:
Address: 745 Fort Street, Suite 1501 Honolulu, Hawaii 96813	\$17,500.00
Date of Approval	r Exemption Ref. No. (if applicable)
<del>July 1, 2004</del> - June 30, 2005	
Explanation describing how procurement by competitive means is either not practicable or no	t advantageous to the State:
See attachment	
Details of the appace of appaceus to be followed in adapting the second of the second	fair and area competition
Details of the process or procedure to be followed in selecting the vendor to ensure maximum practicable:	fair and open competition as
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A description of the agency's internal controls and app	proval requirements i	or the exempted procure	nent:
See attachment.			
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A list of agency personnel, by position title, who will	be involved in the ap	proval process and admir	istration of the contract
	•	•	
DBEDT Director, Theodore E. Liu SMSD Administrator, Dennis T. Ling			
IBAB Manager, Richard Bahar			
	•		
Direct questions to:		Phone N	umhar
Richard Bahar		j	
		587-27	769
This exemption should be considered for list of exempt	tions attached to Cha	pter 3-120, HAR: Yes	□ No 🗷
I CERTIFY THAT THE INFORMATION PRO TRU	OVIDED ABOVE IS E AND CORRECT.	TO THE BEST OF M	Y KNOWLEDGE,
		Sur	ALLO III I AAAA
			AUG D 4 2004
	Depa	rtment Head or Designee	Date
	Title	(If other than Department Head	)
Chief Procurement Officer's Comments:			,
Chief Procurement Officer's Comments:			
This exemption is for the solicitation process	oss only Charter	1000 210 1100 1	
This exemption is for the solicitation proce	ess only, Chapter	103D-310, HRS, sh	all apply.
Please ensure adherence to applicable administrative re	equirements.		
▼APPROVED □ DISAPPROVE	ED UM	VI. Store	8/16/04
cc: Administrator,		Procurement Officer	Date
State Procurement Office		•	

#### Description of goods, services, or construction:

We are requesting an exemption because HKBAH has received contracts from DBEDT on a recurring basis.

This Agreement will implement plans and programs to export Hawaii's products and specialized services to the Pearl River Delta region, the Shanghai area and other targeted parts of Greater China. In order to sustain and grow their businesses, many Hawaii firms need new markets. Greater China—the fastest growing region in the world today—offers Hawaii firms opportunities for growth and long-term viability. This Agreement aims to utilize the talents, knowledge, and networks of a good cross-section of overseas Chinese living in Hawaii—for the benefit of the entire state. Through a series of matchmaking activities, seminars and workshops, Hawaii firms will be introduced to firms that seek products, services, education, training and Hawaii investment opportunities. HKBAH's membership includes immigration attorneys who are knowledgeable in promoting Hawaii's Immigration Investor Program, business brokers, real estate consultants, import-export firms and others who have a good technical understanding as well as a solid foundation on how to conduct business in both Greater China and Hawaii. HKBAH as an organization is very unique in many respects because much of its membership is comprised of individuals who have immigrated from Greater China but still maintain close contacts and business ties with the region. Furthermore, most of these individual have become successful businesspeople and now seek to assist the larger community of Hawaii. There is no other business organization in Hawaii with the breath and depth of contacts and knowledge of China that would also be willing to leverage these for the greater good of our state.

## Explanation describing how procurement by competitive means is either not practicable or not advantageous to the State:

The HKBAH is a member of the Federation of Hong Kong Business Association, which has worldwide membership—particularly in Greater China. This membership also provides access to the resources of the Hong Kong Trade Development Council, and other worldwide Hong Kong Business Association which will in turn be used for the benefit of Hawaii's business community. No other organization exists in Hawaii that can leverage these assets. Further the HKBAH has an extremely active membership with unparalled contacts throughout Greater China.

### A description of the agency's internal controls and approval requirements for the exempted procurement:

The contractor will be asked to provide a detailed business plan that clearly defines deliverables and deadlines. Such a plan will include a list of key personnel and qualifications, an indication of the value provided to the larges Hawaii business community.

It should be noted that the current President of HKBAH, Ms. Laisin Lee is the spouse of a DBEDT employee. DBEDT's relationship with HKBAH predates Ms. Lee's election to her current position. Furthermore, Ms. Lee's spouse is a part of another Division in DBEDT. This LOA will be managed and monitored by the Strategic Marketing & Support Division. On 6/21/04 Attorney Virginia Chock of the State Ethics Commission indicated that she saw no ethics violations in contracting with HKBAH provided Ms. Lee's spouse has no involvement in the negotiation, management or implementation of the LOA.

#### STATE OF HAWAII NOTICE OF EXEMPTION FROM CHAPTER 103D, HRS

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per:
<b>:</b>
8/6/04
Officer and the val action.
7) calendar days fro

P.E. No. 05-05-J